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SUPPLEMENT TO
REPORT NO.

THIS IS UNEVALUATED INFORMATION

THE CZECHOSLOVAK FINANCIAL PLAN
AND ITS STATISTICAL CONTROL

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Statistical control of the financial plan for the production sector on the one hand, and control of the financial plans for the banking institutions, the State Insurance Corporation, and those covering the public administration on the other, must be carefully distinguished.

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There are two types of planning in the production sector, i.e., through the general managements and through the kraj national committees. Control activities will follow the same channels.

The following enterprises and organizations submit their control statements through the general managements: national enterprises, licensed import and export companies, the Revolutionary Trade Union Movement, the Center for Management of Agricultural Products and its components, the Central Council of Cooperatives and its kraj organizations, the Wholesale Cooperative Outlets, People's Art, the Tvar Cooperative, and all enterprises under national administrations which are under one of the above-mentioned units.

These enterprises submit statements to the general managements, or to the ministries if no special general managements have been established. The general managements shall prepare a summary of the statements submitted, which they, in turn, shall transmit to the State Statistical Office, whose task it is to work out summaries for the various ministries and to prepare summaries for the whole country. These final summaries shall be sent by the State Statistical Office to the various ministries and to the State Planning Office.

Monthly, quarterly, and yearly statements are to be handled as follows:

All centrally planned units shall submit, monthly, an inventory of supplies showing increase and decrease; quarterly, a balance and accounting, a statement of fixed assets, a statement of the number of employees and wages paid; and yearly, a balance and accounting.

In addition, the national enterprises shall submit the following statements, quarterly: a report on accumulations in the enterprise, a report on sales and purchases, and a calculation of indexes.

The following units shall present their reports through the kraj national committees: communal enterprises, cooperatives which are not centrally planned, private enterprises, which must submit an accounting in accordance with the State Planning Office's announcement No 102/1950 in the Official Gazette, and all other enterprises, i.e., enterprises of mass organizations, societies, etc.

These units present their reports to the financial section of the okres national committee, and to the financing banks (usually to the okres savings bank). The okres national committee then summarizes the reports for the okres and transmits them to the financial section of the kraj national committee. The kraj national committee, after examining the reports, transmits them to the kraj branch office of the Czechoslovak State Bank, which, in turn, compiles a regional summary and transmits the summaries to the central administration of the Czechoslovak State Bank. This organization will prepare a report for each form of ownership and each kraj. One copy of this document will be sent by the central administration of the State Bank to the State Statistical Office.

Control here follows the principles of the people's administration and of the financial institutions. The control records are entered quarterly as well as yearly. All kraj-planned units also must present a balance and an accounting for each quarter and also annually.

The communal enterprises must present, in addition to the above, a quarterly report of the establishments' accumulations and a report of fixed assets.

Control of the financial plan for financial institutions is exercised by the State Statistical Office, as well as by the Czechoslovak State Bank and the Ministry of Finance. All financial institutions must present the following records: a monthly report on property and capital; a quarterly balance and accounting, and a quarterly report on the distribution of credits among the economic sectors according to types of ownership; and a yearly balance and accounting.

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In addition to the above-mentioned reports, the State Bank also presents the following records: a quarterly summarized report of financing of management and of investments by credit; a quarterly report on the fulfillment of the credit plan of the State Bank; and a quarterly report on the fulfillment of the plan of payments to and from foreign countries.

The Ministry of Finance reprocesses the reports on the fulfillment of the financial plans of the Czechoslovak State Bank and of the Investment Bank, and compiles a report on the fulfillment of the plan for the Fund of Nationalized Economy.

The control of the financial plan of the state insurance corporation is carried out by the Ministry of Finance. For this purpose, the State Insurance Corporation presents to the ministry the following report: a quarterly report on the fulfillment of the accumulations plan; a yearly balance and accounting; a yearly report on insurance reserves; and a yearly report on financial indexes.

In 1951, ultimate control of the financial plan for the whole national economy is exercised by the State Planning Office, which, on the basis of all summarized data presented to it by the appropriate institutions, will work out a report on the fulfillment of the financial plan; a report on the fulfillment of the financial plan for the national economy; and a report on the fulfillment of the Central Financial Plan of the national economy.

These reports are thereafter presented by the State Planning Office to the appropriate cabinet members.

The directives covering control of the financial plan for the Public Administration have not yet been issued.

These are, briefly, the main principles for control of the financial plan. However, this kind of control is only in its beginning stage and has its shortcomings. One of these imperfections, which makes a proper evaluation of results difficult, is the variety of records dealing with control of the plan. This will be taken into consideration in future directives for control of the 1951 plan, so that printing and distribution of printed forms will be carried out through a single agency.

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